

STATE OF MICHIGAN
COMBINING STATEMENT OF CASH FLOWS
COMPONENT UNITS - PROPRIETARY
FISCAL YEAR ENDED SEPTEMBER 30, 1999
(In Thousands)

	MICHIGAN STATE HOSPITAL FINANCE AUTHORITY	MICHIGAN EDUCATION TRUST	MICHIGAN HIGHER EDUCATION STUDENT LOAN AUTHORITY
CASH FLOWS FROM OPERATING ACTIVITIES			
Operating income (loss)	\$ 432	\$ (54,462)	\$ 2,041
Adjustments to reconcile operating income to net cash provided (used) by operating activities:			
Depreciation	4	-	-
Amortization of deferred items (net)	(81)	-	853
Interest (nonprogram) and investment income	(184)	(1,811)	(12,311)
Interest expense	-	-	40,071
Other adjustments	-	-	-
Changes in assets and liabilities:			
Amounts due from component units	-	-	-
Amounts due from primary government	13	(571)	-
Amounts due from federal agencies	-	-	454
Amounts due from local units	-	-	-
Inventories	-	-	-
Mortgages and loans receivable (program loans)	-	-	(42,197)
Other assets	75	3,081	1,816
Accounts payable and other liabilities	(20)	(12,373)	4,162
Amounts due to other funds	-	-	-
Amounts due to component units	-	-	-
Amounts due to primary government	-	(271)	177
Deferred revenue	-	-	-
Tuition benefit obligation (nonaccretion portion)	-	28,071	-
Net cash provided (used) by operating activities	<u>\$ 239</u>	<u>\$ (38,335)</u>	<u>\$ (4,934)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Proceeds from sale of bonds and notes	\$ -	\$ -	\$ 133,620
Principal repayments on bonds and notes	-	-	(168,685)
Interest paid	-	-	(40,829)
Grants received from federal government	-	-	-
Nonoperating grants	-	-	-
Operating transfers from component units	-	-	-
Operating transfers from primary government	-	-	-
Operating transfers to primary government	-	-	-
Equity transfers to component units	-	-	-
Equity transfers from component units	-	-	-
Other noncapital financing provided	42	-	-
Other noncapital financing used	-	-	(1,318)
Net cash provided (used) by noncapital financing activities	<u>\$ 42</u>	<u>\$ -</u>	<u>\$ (77,213)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Acquisition and construction of capital assets	\$ (66)	\$ -	\$ -
Interest paid on revenue bonds	-	-	-
Net cash provided (used) by capital and related financing activities	<u>\$ (66)</u>	<u>\$ -</u>	<u>\$ -</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of investment securities	\$ (3,952)	\$ (209,928)	\$ (907,158)
Proceeds from sale and maturities of investment securities	2,610	164,788	994,725
Interest and dividends on investments	213	47,266	15,445
Net cash provided (used) by investing activities	<u>\$ (1,129)</u>	<u>\$ 2,125</u>	<u>\$ 103,012</u>
Net cash provided (used) - all activities	\$ (914)	\$ (36,209)	\$ 20,865
Cash and cash equivalents at beginning of year - restated	1,217	55,492	39,356
Cash and cash equivalents at end of year	<u>\$ 303</u>	<u>\$ 19,283</u>	<u>\$ 60,221</u>
RECONCILIATION OF CASH AND CASH EQUIVALENTS			
Per balance sheet classifications:			
Cash	\$ 303	\$ 19,283	\$ 60,221
Equity in Common Cash	-	-	-
Cash and cash equivalents at end of year	<u>\$ 303</u>	<u>\$ 19,283</u>	<u>\$ 60,221</u>
SCHEDULE OF NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

* The prior year amounts have been restated to reflect the removal of the Michigan Strategic Fund from the proprietary statements and to reflect reclassifications of line items.

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COMBINING STATEMENT OF CASH FLOWS
COMPONENT UNITS - PROPRIETARY
FISCAL YEAR ENDED SEPTEMBER 30, 1999
(In Thousands)

	MICHIGAN HIGHER EDUCATION ASSISTANCE AUTHORITY	MACKINAC ISLAND STATE PARK COMMISSION	MICHIGAN STATE HOUSING DEVELOPMENT AUTHORITY
CASH FLOWS FROM OPERATING ACTIVITIES			
Operating income (loss)	\$ 4,465	\$ (514)	\$ 41,114
Adjustments to reconcile operating income to net cash provided (used) by operating activities:			
Depreciation	-	306	-
Amortization of deferred items (net)	-	-	-
Interest (nonprogram) and investment income	-	-	(30,920)
Interest expense	-	-	131,270
Other adjustments	-	214	42
Changes in assets and liabilities:			
Amounts due from component units	-	-	-
Amounts due from primary government	(882)	(234)	-
Amounts due from federal agencies	821	-	(8,152)
Amounts due from local units	-	-	-
Inventories	-	(49)	-
Mortgages and loans receivable (program loans)	-	-	80,494
Other assets	-	(56)	(3,198)
Accounts payable and other liabilities	457	(102)	29,742
Amounts due to other funds	-	-	(837)
Amounts due to component units	2,846	-	-
Amounts due to primary government	-	(54)	-
Deferred revenue	-	(42)	-
Tuition benefit obligation (nonaccretion portion)	-	-	-
Net cash provided (used) by operating activities	<u>\$ 7,708</u>	<u>\$ (531)</u>	<u>\$ 239,557</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Proceeds from sale of bonds and notes	\$ -	\$ -	\$ 297,501
Principal repayments on bonds and notes	-	(160)	(361,493)
Interest paid	-	-	(126,977)
Grants received from federal government	-	-	71,735
Nonoperating grants	-	-	(79,557)
Operating transfers from component units	-	-	-
Operating transfers from primary government	-	1,809	-
Operating transfers to primary government	-	(995)	-
Equity transfers to component units	(3,851)	-	-
Equity transfers from component units	-	-	-
Other noncapital financing provided	-	-	-
Other noncapital financing used	-	-	-
Net cash provided (used) by noncapital financing activities	<u>\$ (3,851)</u>	<u>\$ 654</u>	<u>\$ (198,791)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Acquisition and construction of capital assets	\$ -	\$ (108)	\$ -
Interest paid on revenue bonds	-	(184)	-
Net cash provided (used) by capital and related financing activities	<u>\$ -</u>	<u>\$ (292)</u>	<u>\$ -</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of investment securities	\$ (5,005)	\$ (1,752)	\$ (200,362)
Proceeds from sale and maturities of investment securities	-	772	266,575
Interest and dividends on investments	55	136	21,757
Net cash provided (used) by investing activities	<u>\$ (4,951)</u>	<u>\$ (844)</u>	<u>\$ 87,969</u>
Net cash provided (used) - all activities	\$ (1,094)	\$ (1,013)	\$ 128,734
Cash and cash equivalents at beginning of year - restated	3,851	2,226	205,504
Cash and cash equivalents at end of year	<u>\$ 2,757</u>	<u>\$ 1,213</u>	<u>\$ 334,238</u>
RECONCILIATION OF CASH AND CASH EQUIVALENTS			
Per balance sheet classifications:			
Cash	\$ 2,757	\$ 1,213	\$ 334,238
Equity in Common Cash	-	-	-
Cash and cash equivalents at end of year	<u>\$ 2,757</u>	<u>\$ 1,213</u>	<u>\$ 334,238</u>
SCHEDULE OF NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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COMBINING STATEMENT OF CASH FLOWS
COMPONENT UNITS - PROPRIETARY
FISCAL YEAR ENDED SEPTEMBER 30, 1999
(In Thousands)

	MICHIGAN MUNICIPAL BOND AUTHORITY	STATE BAR OF MICHIGAN	MICHIGAN ECONOMIC DEVELOPMENT CORPORATION
CASH FLOWS FROM OPERATING ACTIVITIES			
Operating income (loss)	\$ 16,152	\$ (568)	\$ (14,228)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:			
Depreciation	-	-	-
Amortization of deferred items (net)	2,914	-	-
Interest (nonprogram) and investment income	(37,544)	-	(7,613)
Interest expense	106,472	-	-
Other adjustments	-	330	-
Changes in assets and liabilities:			
Amounts due from component units	-	-	(79,357)
Amounts due from primary government	-	-	-
Amounts due from federal agencies	-	-	-
Amounts due from local units	(369,455)	-	-
Inventories	-	-	-
Mortgages and loans receivable (program loans)	-	-	(15,073)
Other assets	(11,657)	46	(1,280)
Accounts payable and other liabilities	2,569	71	34,323
Amounts due to other funds	-	-	-
Amounts due to component units	-	-	-
Amounts due to primary government	-	-	-
Deferred revenue	-	-	-
Tuition benefit obligation (nonaccretion portion)	-	-	-
Net cash provided (used) by operating activities	<u>\$ (290,549)</u>	<u>\$ (121)</u>	<u>\$ (83,229)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Proceeds from sale of bonds and notes	\$ 1,024,235	\$ -	\$ -
Principal repayments on bonds and notes	(461,002)	-	-
Interest paid	(93,246)	-	-
Grants received from federal government	-	-	618
Nonoperating grants	122,206	-	(41,138)
Operating transfers from component units	-	-	126,814
Operating transfers from primary government	-	-	-
Operating transfers to primary government	-	-	-
Equity transfers to component units	-	-	-
Equity transfers from component units	-	-	162,713
Other noncapital financing provided	-	-	-
Other noncapital financing used	-	-	-
Net cash provided (used) by noncapital financing activities	<u>\$ 592,193</u>	<u>\$ -</u>	<u>\$ 249,007</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Acquisition and construction of capital assets	\$ -	\$ (1,439)	\$ -
Interest paid on revenue bonds	-	(147)	-
Net cash provided (used) by capital and related financing activities	<u>\$ -</u>	<u>\$ (1,585)</u>	<u>\$ -</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of investment securities	\$ -	\$ (4,942)	\$ (61,738)
Proceeds from sale and maturities of investment securities	(324,758)	7,918	-
Interest and dividends on investments	42,167	57	7,613
Net cash provided (used) by investing activities	<u>\$ (282,591)</u>	<u>\$ 3,033</u>	<u>\$ (54,124)</u>
Net cash provided (used) - all activities	\$ 19,052	\$ 1,327	\$ 111,654
Cash and cash equivalents at beginning of year - restated	11,639	1,108	-
Cash and cash equivalents at end of year	<u>\$ 30,692</u>	<u>\$ 2,436</u>	<u>\$ 111,654</u>
RECONCILIATION OF CASH AND CASH EQUIVALENTS			
Per balance sheet classifications:			
Cash	\$ 668	\$ 2,436	\$ 111,654
Equity in Common Cash	30,024	-	-
Cash and cash equivalents at end of year	<u>\$ 30,692</u>	<u>\$ 2,436</u>	<u>\$ 111,654</u>
SCHEDULE OF NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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COMBINING STATEMENT OF CASH FLOWS
COMPONENT UNITS - PROPRIETARY
FISCAL YEAR ENDED SEPTEMBER 30, 1999
(In Thousands)

	TOTALS	
	SEPTEMBER 30, 1999	SEPTEMBER 30, 1998 (RESTATED*)
CASH FLOWS FROM OPERATING ACTIVITIES		
Operating income (loss)	\$ (5,569)	\$ 112,025
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
Depreciation	310	295
Amortization of deferred items (net)	3,686	1,934
Interest (nonprogram) and investment income	(90,382)	(163,661)
Interest expense	277,812	264,560
Other adjustments	586	279
Changes in assets and liabilities:		
Amounts due from component units	(79,357)	-
Amounts due from primary government	(1,674)	1,516
Amounts due from federal agencies	(6,878)	(10,823)
Amounts due from local units	(369,455)	8,767
Inventories	(49)	18
Mortgages and loans receivable (program loans)	23,225	(124,984)
Other assets	(11,173)	(14,533)
Accounts payable and other liabilities	58,829	51,841
Amounts due to other funds	(837)	(284)
Amounts due to component units	2,846	-
Amounts due to primary government	(147)	328
Deferred revenue	(42)	3,739
Tuition benefit obligation (nonaccretion portion)	28,071	2,074
Net cash provided (used) by operating activities	<u>\$ (170,196)</u>	<u>\$ 133,091</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Proceeds from sale of bonds and notes	\$ 1,455,355	\$ 1,146,522
Principal repayments on bonds and notes	(991,340)	(987,171)
Interest paid	(261,053)	(246,897)
Grants received from federal government	72,353	182,814
Nonoperating grants	1,511	(78,791)
Operating transfers from component units	126,814	-
Operating transfers from primary government	1,809	1,713
Operating transfers to primary government	(995)	-
Equity transfers to component units	(3,851)	-
Equity transfers from component units	162,713	-
Other noncapital financing provided	42	328
Other noncapital financing used	(1,318)	(2,089)
Net cash provided (used) by noncapital financing activities	<u>\$ 562,041</u>	<u>\$ 16,429</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition and construction of capital assets	\$ (1,613)	\$ (799)
Interest paid on revenue bonds	(330)	(382)
Net cash provided (used) by capital and related financing activities	<u>\$ (1,943)</u>	<u>\$ (1,182)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of investment securities	\$ (1,394,837)	\$ (1,187,789)
Proceeds from sale and maturities of investment securities	1,112,629	852,387
Interest and dividends on investments	134,708	118,476
Net cash provided (used) by investing activities	<u>\$ (147,500)</u>	<u>\$ (216,926)</u>
Net cash provided (used) - all activities	\$ 242,402	\$ (68,588)
Cash and cash equivalents at beginning of year - restated	320,394	388,971
Cash and cash equivalents at end of year	<u>\$ 562,796</u>	<u>\$ 320,383</u>
RECONCILIATION OF CASH AND CASH EQUIVALENTS		
Per balance sheet classifications:		
Cash	\$ 532,772	\$ 308,754
Equity in Common Cash	30,024	11,639
Cash and cash equivalents at end of year	<u>\$ 562,796</u>	<u>\$ 320,394</u>
SCHEDULE OF NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES	<u>\$ -</u>	<u>\$ -</u>

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